Volume 11 No. 7, March 16, 2005

QUOTA EXCHANGE

The seventh butterfat Quota Exchange of the 2004-2005 dairy year was conducted on March 15, 2005. The market-clearing price for unused quota was **$73.00**. There was no market-clearing price for used quota as the offer to sell was more than the purchasers were prepared to pay. The results of the March, 2005 Quota Exchange are outlined in the following Tables.

The next monthly Quota Exchange for the 2004-2005 dairy year will be held on April 15, 2005. All offers to sell and bids to purchase quota through the Quota Exchange must be received at the Board office by midnight, April 6, 2005. The Board recommends that offers and bids be submitted well in advance of the deadline date to ensure adequate time for corrections, if necessary.

Just a reminder to producers that when making bids on the Quota Exchange, the price on offers to sell quota is the minimum price that the producer is prepared to accept for that quota. Only if the market-clearing price is equal to or greater than the producer's minimum price will that producer qualify for participation in the Exchange.

Conversely, the price on offers to purchase quota is the maximum price that the producer is prepared to pay for that quota. Only if the market-clearing price is equal to or less than the producer's maximum price will that producer qualify for participation in the Exchange.

The clearing price is established at the price where the smallest difference exists between the accumulated volume offered for sale and the accumulated volume bid to purchase. To determine the clearing price of Total Production Quota, the bids to buy may be adjusted to five percent of annual production quota issued. This is necessary to avoid price distortion from excessively large bids.

TABLE I

UNUSED QUOTA EXCHANGE (per kilogram of butterfat)

Market Clearing Price per kilogram of butterfat	$ 73.00
Kilograms offered to Purchase – total	8,904
Kilograms offered to purchase at 5% adjustment	----
Kilograms offered to Sell	1,250
Kilograms sold	1,250
Number of Producers	
- offered to purchase	12
- purchased quota	4
- offered to sell	3
- sold quota	2

UNUSED QUOTA EXCHANGE

Price ($/kg b.f.)	No. of Sellers	Cumulative Sellers	Kgs b.f. offered for sale	Cumulative sales	Cumulative Sales less Cumulative purchases	Cumulative purchases	Kgs b.f. offered to purchase	Cumulative Buyers	No. of buyers
58.75	0	0	0	0	-8,904	8,904	0	12	0
60.00	0	0	0	0	-8,904	8,904	0	12	0
60.10	0	0	0	0	-8,904	8,904	0	12	0
61.00	0	0	0	0	-8,904	8,904	0	12	0
61.55	0	0	0	0	-8,904	8,904	0	12	0
62.00	0	0	0	0	-8,904	8,904	0	12	0
67.10	0	0	0	0	-8,904	8,904	1,000	12	1
68.00	1	1	1,000	1,000	-6,904	7,904	0	11	0
71.10	0	1	0	1,000	-6,904	7,904	1,000	11	1
72.00	0	1	0	1,000	-5,904	6,904	4,304	10	5
72.50	1	2	250	1,250	-1,350	2,600	600	5	1
73.00	**0**	**2**	**0**	**1,250**	**-750**	**2,000**	**1,800**	**4**	**3**
74.00	0	2	0	1,250	1,050	200	200	1	1
75.00	1	3	800	2,050	2,050	0	0	0	0

TABLE II

USED QUOTA EXCHANGE (per kilogram of butterfat)

Market Clearing Price per kilogram of butterfat	**$ ——**
Kilograms offered to Purchase – total	**6,800**
Kilograms offered to Sell	**1,200**
Kilograms sold	**0**
Number of Producers	
- offered to purchase	**7**
- purchased quota	**0**
- offered to sell	**1**
- sold quota	**0**

USED QUOTA EXCHANGE

Price ($/kg b.f.)	No. of Sellers	Cumulative Sellers	Kgs b.f. offered for sale	Cumulative sales	Cumulative Sales less Cumulative purchases	Cumulative purchases	Kgs b.f. offered to purchase	Cumulative Buyers	No. of buyers
58.75	0	0	0	0	-6,800	6,800	1,500	7	1
60.00	0	0	0	0	-5,300	5,300	1,500	6	2
60.10	0	0	0	0	-3,800	3,800	1,500	4	1
61.00	0	0	0	0	-2,300	2,300	800	3	1
61.55	0	0	0	0	-1,500	1,500	1,000	2	1
62.00	0	0	0	0	-500	500	500	1	1
69.00	1	1	1,200	1,200	1,200	0	0	0	0

BUTTERFAT PRODUCTION AND COMPONENT PRICING, FEBRUARY 2005

Butterfat production for February 2005 totalled approximately 636,285 kilograms. This was slightly lower than January 2005 shipments, keeping in mind that February was a shorter month.

For the first seven months of the 2004-2005 dairy year, Saskatchewan's allocation of Total Production Quota totalled 4,802,476 kilograms. **In the first seven months, the province has shipped 98.5% of that amount**. The weighted average component tests and prices for the province in February are indicated in Table III.

TABLE III

Components	Average Test	Price per kilogram Class 2 to 5	Price per kilogram Class 1
Butterfat	3.7218	$9.5143	$5.30/kg
Protein	3.2763	$6.5142	$49.63 ($/hl)
Other solids (S.N.F.)	5.7639	$0.9256	$49.63 ($/hl)

Based on the average component tests for the province, the average price received was $65.6273 per hectolitre.

SASKATCHEWAN MILK POOL RESULTS February 2005
TABLE IV

Milk Sale Revenue	$ 11,609,441.73
Western Milk Pool	$ - 305,023.33
Dairy Farmers of Canada Skim Off	$ - 17,020.86
Plant of Last Resort Service	$ - 56,177.59
Total Pool Value	**$ 11,231,219.95**

ACCOUNTING VALUES FOR CLASSES OF MILK – March 2005
TABLE V

	Butterfat ($/kg.)	**Skim value ($/hl)**	
Class 1a	$5.30	$49.63	
Class 1b	$5.30	$49.63	
Class 1c	$5.30	$49.63	
	Butterfat ($/kg.)	**Protein ($/kg.)**	**Other Solids ($/kg)**
Class 2	$7.2333	$5.1141	$5.1141
Class 3a	$7.2333	$11.9171	$0.7978
Class 3b	$7.2333	$11.6866	$0.7832
Class 4a, 4b, 4d & 4d(i)	$7.2333	$4.7347	$4.7347
Class 4a(i)	$7.2333	$1.2500	$1.2500
Class 4c	$7.2333	$3.9612	$3.9612
Class 4m	$0.00	$0.00	$0.00
Class 5a	$4.6813	$6.4584	$0.2505
Class 5b	$4.6813	$2.0073	$2.0073
Class 5c	$3.3740	$2.0000	$2.0000
Class 5d	**As determined by**	**the CDC**	

UPCOMING MILK CONTROL BOARD/DAIRY FARMERS OF SASKATCHEWAN MEETINGS

The Milk Control Board and Dairy Farmers of Saskatchewan will once again combine their producer meetings into one schedule of meetings across the province. The meetings will take place between April 11th and April 15th . **Please note that all meetings, except Saskatoon, will start at 10:00 a.m. Saskatoon start time will be 9:30 a.m. Lunch will be served at noon for all meetings.**

At the end of this issue, please note the Agenda and Schedule for the joint April meetings. As well, we are providing producers with statistical tables that the Board will be reviewing at each meeting. Please mark your calendars for the meeting in your district.

QUOTA MANAGEMENT TABLES

As part of this mail-out, the Board is providing each producer butterfat and quota management Tables showing actual kilograms of milk and butterfat production and utilization for February of the 2004-2005 dairy year. These Tables also indicate the percentage of each producer's quota allocation utilized as well as the kilograms of butterfat produced by these shipments.

The Board will continue to provide these Tables on a monthly basis. We hope this information will assist producers with their management decisions regarding the utilization of their butterfat quota.

If you have any questions concerning the information provided, please contact our office.

QUOTA LISTING SERVICE

The Board offers a free quota listing service as part of its Newsletter. Anyone wishing to sell or purchase quota and/or cows or swap quota is welcome to contact the Board office at (306) 787-5319. All prices and negotiations will be independent of the Milk Control Board.

Wanted to buy or swap

- Ian Phillips would like to buy 5,000 kilograms of unused quota and/or swap used for unused. Will trade cows. Phone (306) 933-4567

- George or John @ Scott Colony would like to purchase unused or swap used for unused quota. Phone (306) 247-2144

- Earl or Scott at Eaglewood Holdings would like to buy one 1,500 gallon bulk tank. Phone (306) 329-4394.

Would like to swap unused for used

- Mark or Glenda Johnson Phone (306) 725-4042

Would like to swap used for unused

• Florian Hagman	Phone (306) 749-2879	
• Roger Genoway	Phone (306) 593-2289	
• Stan or Jayden Sinclair	Phone (306) 332-4220	approximately 1,000 kgs
• Isaac Klassen	Phone (306) 249-4435	
• Bob Penrose	Phone (306) 946-2268	
• Reg or Julianne Lindenbach	Phone (306) 771-2776	
• Andy Szejvolt	Phone (306) 382-6917	
• Henry Ens	Phone (306) 239-4304	
• Jim Ross	Phone (306) 697-2232	
• Joe @ West Bench Colony	Phone (306) 295-4135	1,500 – 2,000 kgs
• Daryl Maurer	Phone (306) 697-3121 Phone #2 (306) 697-3169	500 – 700 kgs
• Tim @ Sovereign Colony	Phone (306) 882-2447	approximately 1,000 kgs

For Sale

- Dairy Hay and 6 Holstein heifers to calve in October or November
  - contact Martin Sondergaard (306) 547-2205

- 8 Holstein heifers calving approximately September 15th and 23 open heifers
  - contact Del Mealing (306) 693-2543

- 1995 Muller Bulk Tank 2000 gallon
  - contact Kevin Lischka at (306) 487-2663 or (306) 487-3227

- 20 head of young Holstein cows and bred heifers and 4 breeding age bulls
  - contact Les Fornwald at (306) 487-2784

- Jersey cows and heifers – fresh due in April and June
  - contact Joanne Edwards at (306) 528-7707

MILK CONTROL BOARD MEMBERS

Leonard Blocka, Chairman	Dairy producer
Dr. David Christensen	Dairy researcher/professor U of S
Joseph Guenther	Dairy producer
David Finlay	Dairy producer
Garf Stevenson	Consumer representative
Joanne Mortenson	Processor representative

For further information, please contact the Saskatchewan Milk Control Board office.

1210-2500 Victoria Avenue
Regina, Saskatchewan S4P 3X2
Website: www.saskmilkcontrolboard.ca
Telephone (306) 787-5319
Fax: (306) 787-1988
email: milk.control.board@sasktel.net

SASK. MILK CONTROL BOARD/
DAIRY FARMERS OF SASK.
PRODUCER MEETINGS
April, 2005

JOINT MEETING AGENDA

1. Registration – 9:45 a.m. (Saskatoon meeting 9:15 a.m.)

2. Update – Milk Control Board
   a. markets
   b. production

3. Milk Control Board Policy Review

4. Questions for Milk Control Board

5. Dairy Farmers of Saskatchewan District Elections (Districts 1,3,5,7,8,9) (Elections held at 11:45 a.m.)

6. Dairy Farmers of Saskatchewan Update – E. Marquette and W. Kelly

7. Other Business

8. Adjourn

Lunch will be served at 12 noon at all meetings.

MILK CONTROL BOARD/DAIRY FARMERS OF SASKATCHEWAN
JOINT DISTRICT MEETING SCHEDULE – APRIL, 2005

Date	Time	District	Location
Monday April 11	10:00 a.m	#2 Swift Current	F.O.A. Eagles 1910 S Service Rd W Swift Current
Tuesday April 12	10:00 a.m.	#4 & #5 Yorkton	St. Mary's Parish Ukrainian Catholic Cultural Center 240 Wellington St. Yorkton
Wednesday April 13	10:00 a.m.	#1 & #3 Francis	Francis Hall Francis
Thursday April 14	10:00 a.m.	#10 Melfort	Travelodge 101 Spruce Haven Rd. Melfort
Friday April 15	9:30 a.m.	#6,#7,#8,#9 Saskatoon	Saskatoon Travelodge Galaxy Room A 106 Circle Drive W. Saskatoon